IN THE

# Supreme Court of the United States

OCTOBER TERM, A. D. 1947.

CHARLES ELMORE LINES

## No. 264

WILLIAM F. DROHAN AND DANIEL D. CARMELL, AS TRUSTEES FOR KEESHIN MOTOR EXPRESS Co., INC., IN REORGANIZATION CAUSE 46-B-26 NORTHEAST DISTRICT OF ILLINOIS.

vs. Plaintiffs-Respondents,

STANDARD OIL COMPANY, A CORPORATION, Defendant-Petitioner.

STANDARD OIL COMPANY, a componention, Cross-Claimant-Petitioner,

vs.

KEESHIN MOTOR EXPRESS CO., INC., A CORPORATION; AND C. A. CONKLIN TRUCK LINE, INC., A CORPORATION,

Cross-Defendants-Respondents.

MARTHA NICHOLS, AS ADMINISTRATRIX OF THE ESTATE OF FERRIS NICHOLS, DECEASED,

Cross-Claimant-Petitioner.

vs.

KEESHIN MOTOR EXPRESS CO., INC., A CORPORATION; AND C. A. CONKLIN TRUCK LINE, INC., A CORPORATION,

Cross-Defendants-Respondents.

PETITION FOR WRIT OF CERTIORARI TO THE UNITED STATES CIRCUIT COURT OF APPEALS FOR THE SEVENTH CIRCUIT, AND BRIEF IN SUPPORT OF PETITION.

RICHARD P. TINKHAM,
JOHN F. BECKMAN, JR.,
708 Calumet Building,
Hammond, Indiana,
Attorneys for Petitioner Standard Oil Company.
WALTER C. WILLIAMS,
Michigan City, Indiana,
Attorney for Petitioner Martha

Nichols as Administratrix.



# INDEX.

a design ratio and the vivia bar obligar ration	PAGE
Petition:	
Summary Statement of the Matter Involved	2
This Court Has Jurisdiction	3
The Questions Presented	4
Reasons Relied On For Allowance of Writ	5
Brief:	
The Opinion Below	7
Jurisdiction	7
Statement of the Case	7
Errors Relied On	7
Argument	8
Summary of Argument:	
I—The questions presented are of su	b-
stance and importance. If the decisi	
of the Circuit Court of Appeals is pe	
mitted to stand, two divergent and co	
flicting rules as to the degree of care	
be exercised by motorists in Indiana w	
be applied—one in the federal courts as	
another in the state courts. This dive	
gence will affect a substantial number	
litigants and cases	8
II-An instruction to the jury which charg	
the operator of a motor vehicle on the	
highways of the State of Indiana wi	
the duty "to regularly and continuous	-
observe the highway ahead of him so	
to discover any vehicle or other conve	•
ance on the highway" is arronaus und	or

the Indiana rule that the operator of a motor vehicle is required to exercise reasonable care only in the operation of his motor vehicle, and the giving of such instruction constitutes reversible error. The Circuit Court of Appeals failed to observe and apply the Indiana law as herein stated in violation of the doctrine of the case of *Erie* v. *Tompkins*, 304 U. S. 64, 82 L. Ed. 1188, 58 S. Ct. 817 . . . . . . . . .

11

III-An instruction to the jury which charges the operator of a motor vehicle on the highways of Indiana with the duty to so restrict the speed of his vehicle as "to avoid colliding with any person or vehicle or other conveyance on or near or entering the highway" is erroneous in view of the Indiana rule that a motor vehicle operator is charged only with the duty of proceeding at such a speed that in the exercise of reasonable care he may stop his vehicle and avoid a colfision, and such instruction constitutes reversible error under Indiana law. The Circuit Court of Appeals failed to observe and apply the Indiana law as herein stated in violation of the doctrine of the case of Erie v. Tompkins, 304 U. S. 64, 82 L. Ed. 1188, 58 S. Ct. 817 .....

17

#### TABLE OF CASES.

Frank Bird Transfer Co. v. Shaw (1919), 72 Ind. App. 658, 124 N. E. 776	12
Erie R. Co. v. Tompkins (1938), 304 U. S. 64, 82 L. Ed. 1188, 58 S. Ct. 817	, 8
Fidelity Union Trust Co. v. Field (1940), 311 U. S. 169, 85 L. Ed. 109, 61 S. Ct. 176	9
Guaranty Trust Co. v. York (1945), 326 U. S. 99, 89 L. Ed. 2079, 65 S. Ct. 1464	11
Heiny v. Pennsylvania R. Co. (1943), 221 Ind. 367, 47 N. E. (2) 145	
Ind. Railways & Light Co. v. Armstrong (1923), 79	13
Martin v. Lilly (1919), 188 Ind. 139, 121 N. E. 44312,	20
Northwestern Transit Co. v. Wagner (1945), Ind, 61 N. E. (2) 591	13
Opple v. Ray (1935), 208 Ind. 450, 195 N. E. 81	18
Pfisterer v. Key (1941), 218 Ind. 521, 33 N. E. (2) 330	14
Pfisterer v. Key (1940), Ind. App, 27 N. E.	
(2) 892	14
Rump v. Woods (1912), 50 Ind. App. 347, 98 N. E. 369	19
Schlarb v. Henderson (1936), 211 Ind. 1, 4 N. E. (2) 205	18
Toenges v. Walter (1941), 109 Ind. App. 41, 32 N. E. (2) 95	13
West v. American Tel. & Tel. Co. (1940), 311 U. S. 223, 85 L. Ed. 139, 61 S. Ct. 17914,	20
STATUTES AND AUTHORITIES.	
Burns' Ind. Stats. 1933 (1940 Replacement) 47-2004	17
Cyclopedia of Federal Procedure, 2nd Ed. Vol. II, p.	0
24, n. 55	9
Sect. 240, Judicial Code (28 USCA 347)	3

#### IN THE

### Supreme Court of the United States

OCTOBER TERM, A. D. 1947.

WILLIAM F. DROHAN AND DANIEL D. CARMELL, AS TRUSTEES FOR KEESHIN MOTOR EXPRESS Co., INC., IN REORGANIZATION CAUSE 46-B-26 NORTHEAST DISTRICT OF ILLINOIS,

Plaintiffs-Respondents,

US.

STANDARD OIL COMPANY, A CORPORATION, Defendant-Petitioner.

STANDARD OIL COMPANY, A CORPORATION, Cross-Claimant-Petitioner,

vs.

KEESHIN MOTOR EXPRESS CO., INC., A CORPORATION; AND C. A. CONKLIN TRUCK LINE, INC., A CORPORATION,

 ${\it Cross-Defendants-Respondents.}$ 

MARTHA NICHOLS, AS ADMINISTRATEIX OF THE ESTATE OF FERRIS NICHOLS, DECEASED,

Cross-Claimant-Petitioner.

47.8

KEESHIN MOTOR EXPRESS CO., INC., A CORPORATION; AND C. A. CONKLIN TRUCK LINE, INC., A CORPORATION,

Cross-Defendants-Respondents.

PETITION FOR WRIT OF CERTIORARI TO THE UNITED STATES CIRCUIT COURT OF APPEALS FOR THE SEVENTH CIRCUIT, AND BRIEF IN SUPPORT OF PETITION.

To the Honorable Fred M. Vinson, Chief Justice of the United States and the Associate Justices of the Supreme Court of the United States.

Your Petitioners, Standard Oil Company, a corporation,

and Martha Nichols, as Administratrix of the Estate of Ferris Nichols, deceased, respectfully petition your Honorable Court for a writ of certiorari to the United States Circuit Court of Appeals for the Seventh Circuit, and, in support of said petition, would respectfully show the Court as follows:

#### Summary Statement of Matter Involved.1

This action was commenced in the United States District Court for the Northern District of Indiana by Keeshin Motor Express Co., Inc., respondent herein, hereinafter called "Keeshin," against Standard Oil Company, petitioner herein, hereinafter called "Standard," to recover a money judgment for damages to a Keeshin tractor-trailer and cargo, alleged to have been caused by the negligence of Standard as a result of a collision on U. S. Highway 20 near Michigan City, Indiana, in the night time (R. 1). Keeshin subsequently became involved in bankruptcy proceedings, and the respondents, Drohan and Carmell, as Trustees, were substituted as parties plaintiff. (R. 44.)

Standard answered and filed a cross-claim against the plaintiffs, joining as a cross-defendant, the respondent, C. A. Conklin Truck Line, Inc., hereinafter called "Conklin," seeking to recover damages for loss of its own tractor-trailer and cargo in the same collision, alleging that such loss was caused by the negligence of Conklin in the operation of its tractor-trailer, the failure of the operator of its vehicle to observe certain statutory requirements, and also alleging that the negligence of Keeshin contributed to Standard's loss. (R. 12.)

Martha Nichols, Administratix of the Estate of Ferris Nichols, hereinafter called "Nichols," was permitted to intervene and file her cross-claim against Keeshin and

References to the record are to the record as printed in the Circuit Court of Appeals, copies of which were filed in this Court.

lonklin. She sought to recover damages for the alleged grongful death of her husband, Ferris Nichols, the driver f the Standard equipment, which she stated was caused by the negligence of Keeshin and Conklin in the same accident. (R. 27.)

The questions involved under the issues joined by the omplaint, answers thereto, the cross-claims, and the asswers thereto, were whether or not Standard had been guilty of negligence proximately causing the damage to Keeshin or whether or not Keeshin or Conklin or both had been guilty of negligence proximately causing the death of Ferris Nichols and the damage to Standard.

The question of contributory negligence on the part of Keeshin, Ferris Nichols, or Standard was also in issue. Under Indiana law, any amount of contributory negligence, however slight, will prevent recovery.

Trial was had before a jury which returned a verdict for Keeshin against Standard and returned verdicts for Keeshin and Conklin on the cross-claims of Standard and Nichols (R. 260). Judgments were duly entered on the redicts (R. 261), and Standard and Nichols thereafter appealed to the United States Circuit Court of Appeals of the Seventh Circuit (R. 276). The Court of Appeals different the judgment on June 8, 1948 with an opinion which appears in the record herein and which is reported in 168 Fed. (2) 761. The Court of Appeals denied a petition for rehearing on July 26, 1948, and the mandate of that Court was issued to the District Court on August 2, 1948.

#### This Court Has Jurisdiction.

The jurisdiction of this Court is invoked under Section 240 of the Judicial Code, as amended by the Act of February 13, 1925 (28 USCA 347); likewise, under and by

virtue of Rule 38 (5) (b) of the Rules of the Supreme Court of the United States. The petition for rehearing was denied by the Circuit Court of Appeals on July 26, 1948, and this petition is filed within three months of said date.

#### Questions Presented.

The questions which Standard and Nichols present for the consideration of the Court and in respect of which certiorari is sought are as follows:

First: Whether the Circuit Court of Appeals failed to adhere to and apply the doctrine of Erie Railroad Co. v. Tompkins, 304 U. S. 64, 58 S. Ct. 817, when it approved an instruction given by the District Court to the jury directing a verdict for Keeshin if the jury found from the evidence that Nichols, the operator of the Standard vehicle, failed "to regularly and continuously observe the highway ahead of him so as to discover any vehicle or other conveyance on the highway." (This instruction was given by the trial court (R. 208), and petitioners duly objected thereto (R. 221). The Circuit Court of Appeals specifically approved this instruction in its opinion as stating the law of Indiana.)

Second: Whether the Circuit Court of Appeals failed to adhere to and apply the doctrine of Erie Railroad Co. v. Tompkins, 304 U. S. 64, 58 S. Ct. 817, when it approved an instruction given by the District Court to the jury, directing a verdict for Keeshin if the jury found that Nichols, the operator of the Standard equipment, failed to so restrict the speed of his vehicle "as might be necessary to avoid colliding with any person, or vehicle or other conveyance on or near or entering the highway in compliance with legal requirements and with the duty of all persons to use due care." (This instruction was given by the trial court to the jury (R. 208) and petitioners duly objected thereto

(R. 221). The Circuit Court of Appeals held the instruction to state the law.)

#### Reasons Relied On for the Allowance of the Writ.

Petitioners submit that they present by this petition a controversy of importance with respect to legal principles and the trial of cases in the federal courts in the State of Indiana. The United States Circuit Court of Appeals for the Seventh Circuit has rendered a decision in a way probably not in accord with the applicable decisions of this court (Erie R. Co. v. Tompkins, 304 U. S. 64, 58 S. Ct. 817). The United States Circuit Court of Appeals has decided important questions of Indiana law in a way clearly in conflict with applicable decisions of the Supreme Court of Indiana.

- (a) The decision of the Circuit Court of Appeals results in two separate standards of care as to the exercise of the duty to maintain a lookout, for motorists in Indiana. If federal jurisdiction is present and availed of, a motorist is required to regularly and continuously observe the highway so as to discover any vehicle or other conveyance on the highway. Under such an instruction, the mere fact of collision renders the motorist guilty of negligence as a matter of law. The duty is absolute. On the other hand, if federal jurisdiction is not present, the motorist is required to exercise ordinary care only or the care which a reasonably prudent person would exercise under the same or similar circumstances.
- (b) The decision of the Circuit Court of Appeals results in two separate standards of care for motorists in Indiana as to the duty to control the speed of vehicles upon the highways. If federal jurisdiction exists and is availed of, the motorist must so restrict the speed of his vehicle as to avoid colliding with any person or vehicle or conveyance on or near or entering the highway. Under such an instruc-

tion, as is true under (a) above, the mere fact of collision would render the motorist guilty of negligence as a matter of law. The duty is absolute. On the other hand, if federal jurisdiction is absent, the motorist is required only to exercise ordinary care or the care which a reasonably prudent person would exercise under the same or similar circumstances.

The questions presented are of substance and importance because of the substantial amount of litigation in the federal courts in Indiana which will be affected by the decision, as will be pointed out more particularly in the brief, post.

It is submitted that this case presents a proper case for the exercise of the jurisdiction of this court to review the decision of the Circuit Court of Appeals for the reason that to permit the decision of the lower court to stand will result in the application of two divergent and conflicting rules in the State of Indiana—one to be applied in state courts and the other to be availed of in the federal courts in cases of diversity of citizenship.

Wherefore, your petitioners pray that a writ of certiorari issue from this Court, directed to the United States Circuit Court of Appeals for the Seventh Circuit to the end that this cause may be reviewed and determined by this Court and that the judgment herein of said Circuit Court of Appeals be reversed by this Court, and for such other and further relief as to the Court may seem proper.

Dated this 31st day of August, 1948.

RICHARD P. TINKHAM,
JOHN F. BECKMAN, JR.,
Attorneys for Petitioner
Standard Oil Company.
WALTER C. WILLIAMS,

Attorney for Petitioner
Martha Nichols as Administratrix.

# Supreme Court of the United States

OCTOBER TERM, A. D. 1947.

#### No.

WILLIAM F. DROHAN AND DANIEL D. CARMELL, AS TRUSTEES FOR KEESHIN MOTOR EXPRESS Co., INC., IN REORGANIZATION CAUSE 46-B-26 NORTHEAST DISTRICT OF ILLINOIS,

vs. Plaintiffs-Respondents,

STANDARD OIL COMPANY, A CORPORATION,

Defendant-Petitioner.

STANDARD OIL COMPANY, A CORPORATION, Cross-Claimant-Petitioner,

228.

KEESHIN MOTOR EXPRESS CO., INC., A CORPORATION;
AND C. A. CONKLIN TRUCK LINE, INC., A CORPORATION,

Cross-Defendants-Respondents.

MARTHA NICHOLS, AS ADMINISTRATRIX OF THE ESTATE OF FERRIS NICHOLS, DECEASED,

Cross-Claimant-Petitioner,

vs.

KEESHIN MOTOR EXPRESS CO., INC., A CORPORATION;
AND C. A. CONKLIN TRUCK LINE, INC., A CORPORATION,

Cross-Defendants-Respondents.

BRIEF IN SUPPORT OF PETITION FOR WRIT OF CERTIORARI.

The opinion of the United States Circuit Court of Appeals for the Seventh Circuit is reported in 168 F. (2) 761. It is also contained in the record filed herewith.

The jurisdictional statement and the statement of the case are set forth in the petition, to which reference is hereby made. The errors relied upon are set forth by the questions presented as contained in the petition (supra, page 4).

#### ARGUMENT.

I.

#### The Nature and Importance of the Questions Presented.

The questions presented involve a controversy with respect to legal principles and not facts, inasmuch as petitioners contend that the Circuit Court of Appeals failed and refused to follow and apply the law of the State of Indiana to two separate instructions¹ tendered by respondents and given by the District Court to the jury over the objections of petitioners (R. 221). The Circuit Court of Appeals has decided important questions of Indiana law in a way clearly in conflict with applicable decisions of the State of Indiana (Supreme Court Rule 38 (5) (b)) and thus has likewise determined a federal question in a way in conflict with the decision of this Court in Erie R. Co. v. Tompkins, 304 U. S. 64, 58 S. Ct. 817.

Quite apart from the merits of the case, the petitioners submit that the questions involved are of sufficient substance and importance to warrant the exercise of this Court of its discretionary right to review.

This Court has held that the doctrine of Erie v. Tompkins, supra, must be observed by federal courts and the failure to observe it has constituted an important ground for the exercise of this Court's right to review. In the case of Guaranty Trust Co. v. York (1945), 326 U. S. 99, 112, 89 L. Ed. 2079, 65 S. Ct. 1464, this Court granted certiorari and reversed the Circuit Court of Appeals for the Second

<sup>1.</sup> The fact that instructions to the jury are involved does not lessen the "review-worthiness" of the questions presented. In approving the instructions, the opinion of the Circuit Court of Appeals has effectively created "a double system of conflicting laws in the same state" which will affect the substantial rights of all motor vehicle litigants in the Indiana federal courts. As will be demonstrated hereinafter, these same instructions if given in the state court would have constituted reversible error.

Circuit for failure to apply a statute of the State of New York, and said:

"The source of substantive rights enforced by a federal court under diversity jurisdiction, it cannot be said too often, is the law of the states. Whenever that law is authoritatively declared by a state, whether its voice be the Legislature or the highest court, such law ought to govern in litigation founded upon that law, whether the forum of application is a state or a federal court \* \* \*."

In the case of Fidelity Union Trust Co. v. Field, 311 U. S. 169, 61 S. Ct. 176, the Circuit Court of Appeals for the Third Circuit declined to follow the decisions of the Chancery Court of New Jersey, relying instead on its interpretation of a New Jersey statute. The Court held the question of sufficient substance and importance to grant the petition for a writ of certiorari and subsequently to reverse the decision of the Circuit Court of Appeals. For a collection of cases where similar questions involving the failure of the lower court to follow applicable state law have been deemed sufficient to warrant review by this Court, see: (Note 55, 11 Cyc. Fed. Proc., 2d Ed., p. 24).

The questions presented involve the law applicable to the operation of motor vehicles in Indiana. They are important because of the large, and rapidly increasing, number of persons who will be affected by the conflicting rules which the decision establishes<sup>2</sup>. Probably no other single source is such a prolific and constant feeder of litigation into the state and federal courts of Indiana. Being the

2. Indiana registered 1,075,257 motor vehicles in 1946. According to the Traffic Safety Commission of the State of Indiana, the following are the statistics on motor vehicle accidents in the state for the past seven years:

Year	No. of Reported Accidents	Persons Killed	Persons Injured
1941	44,737	1,478	21,504
1942	30,170	1,016	12.687
1943	27,829	717	10,545
1944	44,885	784	14,280
1945	54,028	860	16,945
1946	69,196	995	22,375
1947	69,423	1,109	23,398

cross-roads state that it is, Indiana roads are constantly traversed by millions of cars from the surrounding states.

In federal district courts in Indiana, a substantial percentage of all cases filed involve questions of personal injury as a result of motor vehicle accidents as revealed by the following table<sup>2</sup>:

Year	No. of Civil Cases of All Types Filed	No. of Negligence Cases Filed	No. of Motor Vehicle Personal Injury Negligence Cases Flied
1941	448	74	50
1942	486	64	30
1943	419	64	46
1944	400	64	38
1945	522	49	31
1946	613	58	35
1947	708	80	60
1948	575	93	50

It is significant to note that the principle decided by the Circuit Court of Appeals applies not only to the motor vehicle personal injury cases in the federal courts, but applies with equal force to all negligence cases.

It is of utmost importance, therefore, to the motoristlitigants in Indiana, both residents and non-residents, and to the some 4,000 Indiana attorneys who daily handle their cases that the laws concerning the operation of motor vehicles be uniformly applied and that there do not exist two divergent and conflicting rules—one to be applied in the state courts and the other to be availed of in the federal courts in cases of diversity of citizenship.

Under the decision of the Circuit Court of Appeals, the amount or degree of care a motorist must exercise in Indiana depends upon variable combinations of the following conditions: (1) His own residence; (2) The residence of the motorist with whose vehicle he collides; (3) The amount of damages sustained; and (4) Whether the attor-

According to information furnished by the Division of Procedural Studies and Statistics of the Administrative Office of the United States Courts.

neys for the parties file the case in, or remove it to, the

#### II.

The Circuit Court of Appeals Erred in Permitting a Judgment to Stand Which Was Predicated Upon an Instruction Directing a Verdict Against Petitioners and Which Instruction Charged the Operator of the Standard Vehicle With an Absolute Duty "to Regularly and Continuously Observe the Highway Ahead of Him so as to Discover Any Vehicle or Other Conveyance on the Highway."

The District Court instructed the jury to return a verdict in favor of Keeshin if it found from the evidence that Ferris Nichols, the operator of the Standard vehicle, "failed to regularly and continuously observe the highway ahead of him, and if \* \* \* such failure proximately contributed to cause his injury and death and the damage sustained by" Standard (R. 208). Thus, the mere proof of the fact of collision, which was conceded, rendered Nichols and Standard guilty of negligence.\*

<sup>4.</sup> In establishing a guiding principle for the application of the rule in the Brie R. Co. case, this Court said:

<sup>&</sup>quot;The operation of a double system of conflicting laws in the same state is plainly hostile to the reign of law. Certainly, the fortuitous circumstance of residence out of a state of one of the parties to a litigation ought not to give rise to a discrimination against others equally concerned but locally resident." (Guaranty Trust Co. v. York (1945), 326 U. S. 99, 112, 89 L. Ed. 2079, 65 S. Ct. 1464.)

<sup>5.</sup> Petitioners recognize the practice that the petition for writ of certiorari and brief in support thereof are generally concerned solely with whether or not the questions presented are of sufficient substance and importance to warrant a review by this Court. However, in this case, the opinion of the Circuit Court of Appeals is so written that it appears on its face to adhere to the rules of decision of the State of Indiana. Therefore, it becomes essential to demonstrate to this Court that such is not the fact, and that since the opinion, two divergent and conflicting rules exist.

<sup>6.</sup> The question is squarely presented to this Court. The opinion of the Circuit Court of Appeals specifically holds that under the law of Indiana motorist must "regularly and continuously observe the highway ahead of him so as to discover any vehicle \* \* • on the highway," i. e., the interpretation here placed upon the instruction by petitioners accords with that of the Circuit Court of Appeals.

The giving of the above instruction was clearly reversible error under the law of the State of Indiana. The leading case on this subject is that of *Martin* v. *Lilly* (1919), 188 Ind. 139, 121 N. E. 443, 445, in which the trial court gave the following instruction:

"No. 8. It is the duty of the driver of an automobile while driving the same upon a public highway to be constantly on the lookout for pedestrians and other persons or vehicles that may at the time be making use of the highway. And if you believe from the evidence that the driver of the automobile did not keep a constant lookout while so driving said automobile, and that because of such failure on his part, the accident here in question occurred, then the Court instructs you that you would be authorized to find such driver negligent."

In reversing a judgment for the plaintiff, the Supreme Court of Indiana said:

"This instruction is erroneous. The driver of this automobile was required to use the care which an ordinarily prudent person would exercise in like cir-This is the care required by law. cumstances. Whether conduct in a given set of circumstances measures up to this is for the jury. The jury must be permitted to determine whether this care requires 'constant lookout' or something else, in the circumstances shown by the evidence. When such an instruction as No. 8 is given, it cannot be cured by others which state the rule correctly; because, every time the Court tells the jury in other instructions that the driver is required to use the care that an ordinarily prudent person would exercise in like circumstances, the jurors, if obedient to the oath, are bound to observe that this means 'constant lookout'."

This decision has been cited and approved in the following later cases:

> Frank Bird Transfer Co. v. Shaw (1919), 72 Ind. App. 658, 124 N.E. 776, 777.

Ind. Rys. & Light Co. v. Armstrong (1923), 79 Ind. App. 486, 138 N.E. 830.

Toenges v. Walter (1941), 109 Ind. App. 41, 32 N.E. (2) 95, 97.

In the recent Northwestern Transit case, supra, the Court said: (61 N.E. (2) 591, 593)

"It has been held that an instruction to the effect that there is a duty upon a driver upon a highway to be constantly on the lookout for other vehicles using the highway is erroneous; and that the duty of a driver is to use the care which an ordinarily prudent person would exercise in a like circumstance; and that it is for the jury to determine whether this care requires a constant lookout or something else in the circumstances shown by the evidence." (Citing Martin v. Lilly)

It should be observed that the fact that the Court may have also instructed the jury, as suggested in the opinion of the Circuit Court of Appeals, that an operator of an automobile is required to keep a reasonable lookout for other vehicles and use that degree of care which a reasonable and prudent person would exercise, does not cure the erroneous instruction, the reason being, as pointed out in the Martin case, that under such a set of circumstances, "reasonable care" means "to regularly and continuously observe the highway ahead of him."

It should also be pointed out that the effort of the Circuit Court of Appeals to distinguish the Wagner case on the ground that the case did not involve any question of instructions is wholly invalid and just as untenable as an argument that the Wagner case was between other parties. In the Wagner case, the highest court in Indiana again emphasizes the rule of law that an instruction such as this is reversible error, and the case is certainly part of the

available information from which it is the duty of the Court to ascertain the law of Indiana. (See Footnote 7, post)

The Circuit Court of Appeals relies on the case of *Pfisterer* v. *Key* (1941), 218 Ind. 521, 33 N.E. (2) 330. It will be observed that this case is subsequent to the *Martin* case but prior to the decision of the *Wagner* case.

The Pfisterer case was before the appellate courts of Indiana on two occasions. It was decided with opinion by the Appellate Court (27 N.E. (2) 892) and subsequently by the Supreme Court (218 Ind. 521, 33 N.E. (2) 330). Inasmuch as the Supreme Court opinion omits some of the vital facts, we must look to the opinion of the Appellate Court in order to obtain the full facts and trial data involved. In this case, plaintiff's decedent, a minor, was walking on the left side of a road in broad daylight. The road was straight, 18 feet in width, with a 3-foot berm. The defendant was operating an auto at 45 miles per hour toward the decedent. The defendant's evidence was that he did not see decedent until he was 15 or 20 feet away, and that then he attempted to turn out, but hit the decedent.

The first paragraph of the complaint charged negligence in three particulars—(1) Failure to give a signal or warning; (2) Failure to keep a watch or lookout; and (3) Failure to slow down or slacken speed.

The second paragraph of the complaint included the above allegations of negligence, but added another, which stated that there was ample room on the highway for the defendant to turn out and avoid the collision.

The Court gave an instruction to the jury that the defendant was bound "to constantly observe the highway

<sup>7.</sup> As was pointedly stated in West v. American Tel. & Tel. Co. (1940), 311 U. S.-223, 237, 85 L. Ed. 139, 61 S. Ct. 179:

<sup>&</sup>quot;State law is to be applied in the federal as well as the state courts, and it is the duty of the former in every case to ascertain from all the available data what the state law is, and apply it rather than to prescribe a different rule \* \* \*." (Our italics.)

in front of him so as to discover other vehicles or pedestrians thereon." The giving of this instruction was contended on appeal to have been reversible error.

Interrogatories were submitted to the jury, among which was Interrogatory No. 38, which read as follows:

"After the defendant actually saw Charles Key (plaintiff's decedent) walking upon the traveled portion of the highway before the collision, was there any reasonable opportunity for the defendant to turn his automobile aside enough to entirely miss the body of plaintiff's son as he walked upon the highway?" (27 N.E. (2) 892, 894)

The jury answered this interrogatory in the affirmative, therefore finding the defendant guilty on the additional count of negligence contained in the second paragraph. In affirming the case, the Supreme Court of Indiana said: (33 N.E. (2) 330, 335)

"But even though the instruction could be said to be erroneous, we think it harmless for the reason that under the evidence and the other facts as found by the jury as disclosed by their answers to the interrogatories, the jury could have reached no other conclusion than that the appellant himself was guilty of negligence." (Our italics)

It is thus eminently clear that the Supreme Court, in affirming the case, did not decide that the instruction given was not reversible error. What the Supreme Court did decide was that the jury found the defendant guilty of negligence in other particulars, i.e., failure to turn out after seeing decedent and to avoid the collision although there was ample room and reasonable opportunity to do so as disclosed by the jury's answer to Interrogatory No. 38 and that, therefore, the giving of the erroneous instruction on the duty to keep a lookout was harmless error and thus not grounds for reversal.

We have no such situation in the case before this Court.

There were no interrogatories submitted to the jury. The verdict of the jury was general. The sole question left for the consideration of the jury under this instruction was whether the negligence of the Standard driver (presumed because of the collision) was the cause or a contributing cause of the accident.

The Circuit Court of Appeals further says in its opinion that the instruction to regularly and continuously observe the highway is justified by the provisions of Section 47-2004, Burns' Indiana Statutes, which makes it the duty of a driver having regard to the actual and potential hazards not to drive his vehicle at a speed greater than was reasonable and prudent. It is difficult to understand how a speed statute establishing a standard of reasonable and prudent care can be taken as authority for an instruction on lookout which makes the operator of every motor vehicle the insurer of the safety of cars and persons ahead and obliges such operator to proceed at his peril. (See III, post)

As a matter of fact, the rule that there is only one standard of care in Indiana, and that standard is reasonable care, is so firmly entrenched in the law of that state that in the recent case of Heiny v. Pennsylvania R. Co. (1943), 221 Ind. 367, 47 N.E. (2) 145, the Court had under consideration a statute which required that a motor vehicle operator upon the highway approaching a railroad crossing "shall first bring such vehicle to a full stop and shall ascertain definitely that no train, car, or engine is approaching such crossing, and is in such close proximity thereto as to create a hazard or danger of a collision." The lower court directed a verdict on the ground that the plaintiff's decedent, who was killed by a collision at the crossing, thus did not "ascertain definitely that no train" was approaching in compliance with the terms of the statute. The Supreme Court of Indiana reversed and sent the case back for new trial, stating:

"In this state, we recognize no degrees of actionable

negligence other than that which results from the failure or refusal to exercise ordinary care. \* \* \* We hold, therefore, that the decedent's conduct, like that of appellees', is to be measured by the standard of ordinary care. It will not be presumed that the decedent was guilty of contributory negligence merely because there was a collision between his truck and the locomotive."

Thus, the Supreme Court of Indiana has preserved and emphatically restated, since the decision in the *Pfisterer* case, the doctrine that reasonable care only is the measure of a person's conduct despite the fact that an Act of the Legislature appeared to raise the standard to one of the highest degree. Thus, even though the Circuit Court of Appeals is correct in its interpretation of the *Pfisterer* case, which petitioners deny, the subsequent *Heiny* case unmistakably and emphatically repudiates such an interpretation.

#### III.

The Circuit Court of Appeals Erred in Permitting a Judgment to Stand Which Was Predicated Upon an Erroneous Instruction Directing a Verdict Against Petitioners, Which Instruction Charged the Operator of the Standard Vehicle With an Absolute Duty to so Restrict the Speed of His Vehicle "as Might Be Necessary to Avoid Colliding With Any \* \* \* Vehicle \* \* \* on or Near or Entering the Highway in Compliance With Legal Requirements and With the Duty of All Persons to Use Due Care."

The instruction quoted above was taken from an Indiana statute (Burn's Ind. Statutes, 1933 (1940 Replacement), 47-2004). The entire section reads as follows:

"No person shall drive a vehicle on a highway at a speed greater than is reasonable and prudent under the conditions and having regard to the actual and potential hazards then existing. In every event, speed shall be so restricted as may be necessary to avoid colliding with any person, or vehicle or other conveyance on or near, or entering the highway in compliance with legal requirements and with the duty of all persons to use due care."

It is quite significant to notice that the first sentence of the statute charging motor vehicle operators with the duty of exercising reasonable care was entirely omitted from the instruction (R. 208).

The Circuit Court of Appeals in its opinion says that the prepositional phrase "in compliance with legal requirements and the duty of all persons to use due care" saves this instruction but expressly concedes it would otherwise be erroneous and reversible error under the leading cases of Schlarb v. Henderson, 211 Ind. 1, and Opple v. Ray, 208 Ind. 450.

In the Schlarb case, the giving of an instruction that it was negligence for the driver of an automobile to operate the same at such speed that he could not stop within the distance that objects could be seen ahead of him was held to be reversible error.

In the Opple case, (195 N. E. 81, 84) the Court said:

"The conclusion is unavoidable that the hard and fast rule, that one who operates a motor car at night must equip his car with such lights, and proceed at such speed, and observe the way with such care, that he will see any dangerous obstruction in the highway, and that he must stop before collision and injury to himself under penalty of being chargeable with negligence contributory to his own injury, is basically and fundamentally unsound, and the question of negligence must be determined from the facts and circumstances in each case."

The position taken by the Circuit Court of Appeals is unsound and contrary to the law of Indiana. The identical

proposition was arged upon the Indiana court in the case of Rump v. Woods (1912), 50 Ind. App. 347, 98 N. E. 369, 371. In that case, the Court instructed the jury:

"It is the duty of the operator of an automobile upon a highway or street to avoid causing injury, and this duty requires him to take into consideration the character of his machine, whether in its operation it is practically noiseless, its power, the manner in which it runs, whether it is operated in a populous part of the city and upon a much traveled street, and from these and other pertinent considerations to proceed with that speed and caution which reasonable care requires according to the place and presence of other travelers and vehicles." (Our italics.)

In reversing a judgment for the plaintiff, the Appellate Court said of this instruction:

"By the first part of this instruction the jury is told that it is the duty of the operator of an automobile upon a highway or street to avoid causing injury. This part of the instruction imposes upon the operator of an automobile the obligations of an insurer. If he so operates his automobile that no injury is caused thereby, he has discharged his duty, but, if any one is injured as a result of such operation, he has violated his duty, and is liable. The law does not impose so high a duty. It is the duty of a person driving an automobile to use ordinary care to avoid causing injury in view of the conditions and circumstances. The latter part of the instruction does not cure the error contained in the first part. It is probable that the latter part of the instruction is susceptible of the meaning that only ordinary care is required of the driver of an automobile, but, when it is considered in relation to the former part, it is doubtful whether the jury so understood it. In any event, the two parts of the instruction are contradictory; the first part imposing a duty of a much higher class than the last part. The instruction, at the best, announces two standards of duty by which the jury was authorized to measure the conduct of appellant for the purpose of deciding whether or not he was negligent, and we cannot say which one of these standards was applied. The error was necessarily prejudicial. A contradictory or confusing instruction cannot be regarded as harmless."

Rump v. Woods is on all fours with the present case. In that case, the jury was told that the operator of a vehicle must avoid causing injury, and was then told that he must proceed with the care and caution which reasonable care dictates. In this case, the jury was told that the Standard driver must so restrict his speed as to avoid a collision, and was then told that speed must be restricted as described in accordance with legal requirements and the duty of all persons to use due care. The Appellate Court of Indiana held the instruction in Rump v. Woods constituted reversible error. We submit that the Circuit Court of Appeals, bound to follow the law of Indiana, must likewise hold such an instruction to be reversible error.

Precisely to the same effect is the case of *Martin v. Lilly*, 188 Ind. 139, 121 N. E. 443, commented upon *supra*, page 12, in which the Supreme Court of Indiana said:

"When an instruction such as No. 8 is given, it cannot be cured by others which state the rule correctly; because, every time the Court tells the jury in other instructions that the driver is required to use the care that an ordinarily prudent person would exercise in like circumstances, the jurors, if obedient to the oath, are bound to observe that this means 'constant lookout'."

The Circuit Court of Appeals states in its opinion that the concluding prepositional phrase "left the question of fact for the jury." Under the Indiana authorities above cited, this is not true. The cases hold that the prepositional phrase "in compliance with legal requirements and

<sup>8.</sup> The Rump case is "part of the available data" which it was the duty of the Circuit Court of Appeals to consider. See West v. American Tel. and Tel. Co., Note 7, supra.

the duty of all persons to use due care" is modified by the preceding language and thus means that these legal requirements and due care required the operator "to so restrict his speed as to avoid colliding with any other vehicle on the highway." Under the instruction, once it was established that a collision occurred, the jury was duty-bound to find the Standard driver negligent. Any way the instruction is read, and by all the rules of construction as announced by the appellate courts of Indiana, the prepositional phrase "in compliance with legal requirements and with the duty of all persons to use due care" tells the jury that legal requirements and the duty to use due care require that speed be so restricted as "to avoid colliding with any " " vehicle on " " the highway." The duty is absolute under all circumstances.

The doctrine of the *Heiny* case, 221 Ind. 367, supra, page 16, applies with equal force to this proposition. The Court there held, in spite of the statute requiring a truck driver to stop and not proceed across a railroad track until he had ascertained definitely that no train was approaching, that:

"In this state, we recognize no degrees of actionable negligence other than that which results in the failure or refusal to exercise ordinary care."

Again, the Circuit Court of Appeals failed to consider "all the available data" in determining the law of Indiana. It ignored the controlling Indiana cases, and neither it nor respondents were able to cite any Indiana cases to the contrary.

It is respectfully submitted that the Circuit Court of Appeals erred in failing to follow and apply the law of Indiana to the questions presented in this case. It is also respectfully submitted that this case presents a question of substance and importance which should be reviewed by

this Court, and that upon such review, the judgment of the Circuit Court of Appeals be reversed.

Respectfully submitted,

RICHARD P. TINKHAM,

JOHN F. BECKMAN, JR.,

Attorneys for Petitioner, Standard Oil Company.

WALTER C. WILLIAMS,

Attorney for Petitioner, Martha

Nichols as Administratrix.

